

JEFFER MANGELS BUTLER & MITCHELL LLP  
 ROD S. BERMAN (Bar No. 105444), *rberman@jmbm.com*  
 SUSAN ALLISON (Bar No. 133448), *sallison@jmbm.com*  
 JESSICA C. BROMALL (Bar No. 235017), *jbromall@jmbm.com*  
 1900 Avenue of the Stars, Seventh Floor  
 Los Angeles, California 90067-4308  
 Telephone: (310) 203-8080  
 Facsimile: (310) 203-0567

JS-6

Attorneys for Plaintiff EVAN D. TOWNSLEY

UNITED STATES DISTRICT COURT  
 CENTRAL DISTRICT OF CALIFORNIA  
 WESTERN DIVISION

EVAN D. TOWNSLEY, an individual,  
 Plaintiff,

v.

HYDRO INTERNATIONAL LLC., et  
 al.

Defendants.

EVAN D. TOWNSLEY, an individual,  
 Plaintiff.

v.

AGRICULTURAL ORGANICS, PTY.  
 LTD., et al.

Defendants.

AND RELATED COUNTERCLAIM

EVAN D. TOWNSLEY, an individual.  
 Plaintiff.

v.

AMERINADA DISTRIBUTORS LLC,  
 et al.

Defendants.

LEAD CASE NO. CV10-2212 AHM  
 (RZx)\*

CONSOLIDATED WITH:  
 CASE NO. CV10-03870-AHM (RZx)  
 CASE NO. CV10-04408-AHM (RZx)

**PERMANENT INJUNCTION AND  
 CONSENT JUDGMENT**

[Stipulation for Entry of Permanent  
 Injunction and Consent Judgment filed  
 concurrently herewith]

1 Plaintiff Evan D. Townsley (“Townsley” or “Plaintiff”) and defendants Hydro  
2 International LLC, Jason Cohen, Hollywood Hydroponics, Eloise Shain, Agricultural  
3 Organics, Pty. Ltd., Geoff Stamoulis, Erez Ahrony, Eli Cohen, Hydro International,  
4 Constantly Growing, LLC, Midwest Organic and Hydroponic Gardening Supplies,  
5 and Green Door Hydro and Solar Electric, Inc. (“the BLOOM Parties” or  
6 “Defendants”), consenting to personal jurisdiction, subject matter jurisdiction, and  
7 venue in this District Court, and pursuant to the Stipulation for Entry of Permanent  
8 Injunction and Consent Judgment (“Stipulation”) that Plaintiff and Defendants have  
9 filed in each of these consolidated actions, hereby stipulate and consent to the entry  
10 of the following Permanent Injunction and Consent Judgment (“Judgment”):

11 IT IS HEREBY ORDERED AND ADJUDGED THAT:

12 1. This Court has jurisdiction over the subject matter of this action,  
13 Townsley and the BLOOM Parties.

14 2. Within three (3) business days of the Effective Date, the BLOOM  
15 Parties shall pay Townsley the sum of Seventeen Thousand and Five Hundred Dollars  
16 (\$17,500) in the form of a cashier’s check made payable to Jeffer Mangels Butler &  
17 Mitchell LLP (the “First Payment”). In the event that the First Payment is not timely  
18 paid, interest shall accrue at the maximum legal rate, and in the event legal action is  
19 brought for the collection of the First Payment, the prevailing party shall be awarded  
20 its reasonable attorneys’ fees and costs.

21 3. Within three (3) business days of sending written notice to Jason Cohen,  
22 his attorney Peter Perkowski, or any of their heirs or successors, that Townsley is no  
23 longer selling PHAT HYDRO® branded nutrients, the BLOOM Parties shall pay  
24 Townsley the sum of Seventeen Thousand and Five Hundred Dollars (\$17,500) in the  
25 form of a cashier’s check made payable to Jeffer Mangels Butler & Mitchell LLP (the  
26 “Second Payment”). In the event that the Second Payment is not timely paid, interest  
27 shall accrue at the maximum legal rate, and in the event legal action is brought for the  
28

1 collection of the Second Payment, the prevailing party shall be awarded its  
2 reasonable attorneys' fees and costs.

3 4. Agricultural Organics, Pty. Ltd. shall have the exclusive worldwide use  
4 of "PHAT," but only if it is used with "BLOOM" as currently used on the "BLOOM  
5 PHAT" product of Agricultural Organics, Pty. Ltd., as shown in Exhibit "A" attached  
6 hereto and incorporated fully by reference herein (the "Styled BLOOM PHAT  
7 Mark"), and only if it is used on plant nutrients/additives. The BLOOM PHAT  
8 Parties shall not expand their use of "PHAT" in the marketing, distribution and/or  
9 sale of any other products nor shall they make any use of "PHAT" except as provided  
10 herein. The foregoing does not preclude labeling changes to the "BLOOM PHAT"  
11 product to the extent that such changes do not affect the relative size, font, typeface,  
12 color, placement and consumer impression of the words "BLOOM" and "PHAT."

13 5. Nothing herein shall preclude Townsley from continuing to use the term  
14 "PHAT" or any other mark including the term "PHAT" in connection with all  
15 products except plant nutrients/additives. The BLOOM Parties shall not challenge  
16 any use by Townsley of any marks containing the word "PHAT," except they may do  
17 so if such use is on plant nutrients/additives.

18 6. Townsley shall have five months from the Effective Date of this  
19 Agreement to phase out his use of "PHAT HYDRO" on plant nutrients/additives.

20 7. Townsley shall return any BLOOM PHAT products in his possession  
21 that were obtained in connection with the settlement of a prior action involving  
22 BLOOM PHAT.

23 8. Townsley and the BLOOM Parties are prohibited from advertising,  
24 promoting, publicizing, announcing, or broadcasting the resolution of this litigation.

25 9. Plaintiff and Defendants, and each of them, shall take all reasonable  
26 steps to ensure that their agents, servants, officers, directors, employees, successors  
27 and attorneys do not violate the terms of this Permanent Injunction.

28

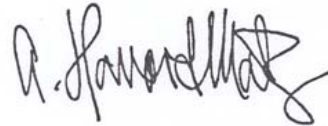
1           10. This Court shall retain jurisdiction over Townsley and the BLOOM  
2 Parties for the purposes of any proceeding to enforce this Judgment.

3           11. Within five (5) days of the Effective Date, Townsley shall withdraw any  
4 pending opposition(s) to Agricultural Organics' application(s) for the registration of  
5 BLOOM PHAT, provided such application(s) is limited to plant nutrients/additives  
6 and the Stylized BLOOM PHAT Mark. Agricultural Organics' shall withdraw any  
7 pending application(s) for the registration of BLOOM PHAT other than  
8 application(s) that are limited to plant nutrients/additives and the Stylized BLOOM  
9 PHAT Mark.

10           12. In any proceeding to enforce this Permanent Injunction and Consent  
11 Judgment, the prevailing party shall be entitled to recover its attorneys' fees and  
12 costs.

13           13. Notwithstanding any contrary provisions of the Federal Rules of Civil  
14 Procedure, and notwithstanding the absence of any findings of fact and/or  
15 conclusions of law by this Court, any requirements for which have been expressly  
16 waived by Townsley and the BLOOM Parties, this Judgment is a final judgment in  
17 this action and suitable for entry by the Clerk pursuant to Fed. R. Civ. Proc. 58 and  
18 79(a). All rights to appeal this Judgment, on any basis, have been expressly waived  
19 by the Parties hereto.

20           13. Except as otherwise provided for herein, each of the above-captioned  
21 consolidated actions, including counterclaims, are dismissed with prejudice between  
22 Townsley and the BLOOM Parties, each party to bear its own costs and attorneys'  
23 fees.



24  
25 Dated: June 01, 2011

---

Hon. A. Howard Matz  
United States District Court Judge

1 Submitted on May 31, 2011 by:  
2 JEFFER, MANGELS, BUTLER & MITCHELL LLP

3  
4 /S/ ROD S. BERMAN  
5 Rod. S. Berman  
6 Attorneys for Plaintiff,  
7 EVAN D. TOWNSLEY  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28